



Request for City Council Committee Action
From the Office of Intergovernmental Relations
Office of Grants and Special Projects

Date: March 4, 2003

To: Community Development Committee

Referral to: Ways and Means Committee

Subject: 2002 Livable Communities Demonstration Account (LCDA) Grants

Recommendations:

1. Authorize the acceptance of \$1,962,600 from the Metropolitan Council 2002 LCDA.
2. Authorize appropriate City officials to execute the following Metropolitan Council 2002 LCDA grant agreements:

Project	Award	Grant Agreement #
Franklin-Portland Gateway	\$500,000	SG-02-161
Grain-Belt Housing Project	\$775,000	SG-02-154
Phillips Park Initiative Phase II	\$250,000	SG-02-164
Village in Phillips	\$437,600	SG-02-163
Total	\$1,962,600	

3. Authorize appropriate City officials to develop, execute and/or amend appropriate legal agreements to implement projects with the selected vendor according to specified terms and respective funding requirements, effective upon execution of the agreement and terminating December 31, 2004.
4. Increase appropriation for the Non-Departmental Agency in the Grants-Other Fund (0600-123-1232-5130) by \$1,962,600,
5. Increase appropriation for the Interfund Transfer Agency in the Grants-Other Fund (0600-127-1270-3825) by \$1,962,600 for transfer to the Minneapolis Community Development Agency (MCDA).
6. Increase the MCDA 2003 Budget appropriation in Fund SMN by \$1,962,600 from projected fund balance.
7. Increase the MCDA Revenue Budget in Fund SMN (3215-13, Other Minnesota Grantor Agencies) by \$1,962,600.

Previous Directives: July 17, 1998, May 18, 2001, June 22, 2001, February 15, 2002, July 15, 2002 and July 29, 2002

Submitted by: Gaynell Schandel, Manager, Grants and Special Projects (612) 673-2001

Approved by: John Moir, City Coordinator_____

Presenters in Committee: Kimberly Stoker, Planner II

Financial Impact (Check those that apply)	
<input type="checkbox"/>	No financial impact - or - Action is within current department budget. (If checked, go directly to Background/Supporting Information)
<input checked="" type="checkbox"/>	Action requires an appropriation increase to the Capital Budget
<input checked="" type="checkbox"/>	Action requires an appropriation increase to the Operating Budget
<input type="checkbox"/>	Action provides increased revenue for appropriation increase
<input type="checkbox"/>	Action requires use of contingency or reserves
<input type="checkbox"/>	Other financial impact (Explain):
<input checked="" type="checkbox"/>	Request provided to the Budget Office when provided to the Committee Coordinator

Background/Supporting Information

In 2002 the Metropolitan Council provided \$6.75 million to fund development or redevelopment efforts that fit the spirit of the Livable Communities Development Act (LCDA) program.

On November 13, 2002, the Metropolitan Council awarded \$1,962,600 in Livable Communities Demonstration Account grants to the following City of Minneapolis projects:

Franklin-Portland Gateway Phase II (\$500,000)- Funding will assist in the construction of forty-one (41) mixed-income-housing units. In 2001, the Metropolitan Council provided \$500,000 in LCDA funding.

Grain Belt Housing Project (\$775,000)- Funding will assist with acquisition relocation, and demolition activities in an effort to create four hundred (400) units of ownership housing and 42,000 square feet of commercial/office space.

Phillips Park Initiative Phase II (\$250,000)- Funding will assist with site assembly, rehabilitation and construction activities for twenty-five (25) owner-occupied units, and twenty-four (24) affordable rental housing units. In 1997, the Metropolitan Council provided \$700,000 in LCDA funding.

Village In Phillips (\$437,600)- Funding will support acquisition, relocation and demolition activities for twenty-eight (28) townhouse units.